



Indiana Department of Revenue

News Release

FOR IMMEDIATE RELEASE
October 23, 2001

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NO CHANGE IN 2002 INTEREST RATES, DEPARTMENT OF REVENUE ANNOUNCES

The Indiana Department of Revenue (IDOR) announces that interest rates for calendar year 2002 will be maintained at the same level as 2001: six (6) percent for excess tax payments, or refunds, and eight (8) percent for underpayment of taxes, or billings.

The two-rate system was established in 1995 and is based on the average investment yield on state money for the state's previous fiscal year, rounded to the nearest whole number. That rate would determine the amount paid in interest for an overpayment.

For an underpayment of tax, the interest would be calculated in the same manner, and then two percentage points would be added to that rate.

YEAR	OVERPAYMENTS	DELINQUENT PAYMENTS
1989	10%	10%
1990	10%	10%
1991	10%	10%
1992	8%	8%
1993	7%	7%
1994	7%	7%
1995	4%	6%
1996	5%	7%
1997	5%	7%
1998	5%	7%
1999	5%	7%
2000	5%	7%
2001	6%	8%
2002	6%	8%

Additional tax-related information may be obtained by visiting the Indiana Department of Revenue's web site at "<http://www.IN.gov/dor/>".